

**VOLUNTARY CLEANUP CONTRACT
06-5660-NRP**

**IN THE MATTER OF
AMERICAN ENGINEERED COMPONENTS, INC. SITE, OCONEE COUNTY
and
2313 BLUE RIDGE BLVD., LLC**

This Contract is entered into by the South Carolina Department of Health and Environmental Control and Blue Ridge Blvd., LLC., pursuant to the Brownfields/Voluntary Cleanup Program, S.C. Code Ann. § 44-56-710, et seq. (2005), the Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), 42 U.S.C §§ 9601, et seq., and the South Carolina Hazardous Waste Management Act (HWMA), S.C. Code Ann. § 44-56-200, with respect to the property located at 2313 Blue Ridge Boulevard, Seneca, South Carolina. The property includes approximately 2.75 acres and is bounded generally by Blue Ridge Boulevard (Hwy 28) and residential properties to the north, light industrial facilities to the northwest, residential homes to the south, and industrial properties to the southeast. The terms and conditions of this Contract shall be consistent with the "Information and Certification" submitted March 15, 2006 by Mr. David Kroeger , Manager of 2313 Blue Ridge Blvd, LLC, which is incorporated into this Contract and attached as Appendix A. A legal description of the Property is incorporated into this Contract and attached as Appendix B.

1. Unless otherwise expressly provided, terms used in this Contract shall have the meaning assigned to them in CERCLA, including any amendments, or in the regulations promulgated thereunder.

- A. "Blue Ridge" shall mean 2313 Blue Ridge Blvd., LLC.
- B. "Bona Fide Prospective Purchaser" shall mean a person, or a tenant of that person, who acquires ownership of a facility after the date of enactment of the Brownfields Amendments (January 11, 2002), and by a preponderance of the evidence establishes the following:

- a. Disposal at the facility occurred prior to acquisition;
- b. The person made all appropriate inquiry into previous ownership and uses of the facility in accordance with generally accepted practices and in accordance with the new standards contained in CERCLA Section 101(35)(B);
- c. The person provides all legally required notices with respect to the hazardous substances found at the facility;
- d. The person exercises “appropriate care” with respect to the hazardous substances found at the facility by taking “reasonable steps” to:
 - i. Stop any continuing releases;
 - ii. Prevent any threatened future release;
and
 - iii. Prevent or limit human, environmental or natural resource exposure to any previously released hazardous substance;
- e. The person provides full cooperation and access to the facility to those authorized to conduct response actions;
- f. The person is in compliance with any land use restrictions and does not impede the effectiveness or integrity of any institutional control;
- g. The person complies with any information request or administrative subpoena under CERCLA; and
- h. The person is not potentially liable for response costs at the facility or “affiliated” with any such person through:
 - i. Direct or indirect familial relationship, or
 - ii. Any contractual, corporate or financial relationship (excluding relationships

created by instruments conveying or financing title or by contracts for sale of goods and services).

- C. "Contract" shall mean this Voluntary Cleanup Contract.
- D. "Department" shall mean the South Carolina Department of Health and Environmental Control.
- E. "Existing Contamination" shall mean any hazardous substances, pollutants or contaminants (as defined herein), present or existing on or under the Site as of the execution date of this Contract.
- F. "Hazardous Substance" means (A) any substance designated pursuant to section 311(b)(2)(A) of the Federal Water Pollution Control Act [33 U.S.C. 1321(b)(2)(A)], (B) any element, compound, mixture, solution, or substance designated pursuant to section 9602 of this title, (C) any hazardous waste having the characteristics identified under or listed pursuant to section 3001 of the Solid Waste Disposal Act [42 U.S.C. 6921] (but not including any waste the regulation of which under the Solid Waste Disposal Act [42 U.S.C. 6901 et seq.] has been suspended by Act of Congress), (D) any toxic pollutant listed under section 307(a) of the Federal Water Pollution Control Act [33 U.S.C. 1317(a)], (E) any hazardous air pollutant listed under section 112 of the Clean Air Act [42 U.S.C. 7412], and (F) any imminently hazardous chemical substance or mixture with respect to which the Administrator has taken action pursuant to section 7 of the Toxic Substances Control Act [15 U.S.C. 2606]. The term does not include petroleum, including crude oil or any fraction thereof which is not otherwise specifically listed or designated as a hazardous substance under subparagraphs (A) through (F) of this paragraph, and the term does not include natural gas, natural gas liquids, liquefied natural gas, or synthetic gas usable for fuel (or mixtures of natural gas and such synthetic gas).

- G. "Non-Responsible Party" shall mean any party which is neither:
- a. A responsible party at the time the voluntary cleanup contract is signed, nor
 - b. A parent, subsidiary of, or successor to a responsible party. Non-Responsible Parties may include lenders, economic development agencies, fiduciaries, trustees, executors, administrators, custodians, and subsequent holders of a security interest.
 - c. "Oversight Costs" shall mean those costs, both direct and indirect, incurred by the Department in implementing the Voluntary Cleanup Program as related to this Contract and any future amendments thereto.
- H. "Pollutant or Contaminant" includes, but is not limited to, any element, substance, compound, or mixture, including disease-causing agents, which after release into the environment and upon exposure, ingestion, inhalation, or assimilation into any organism, either directly from the environment or indirectly by ingestion through food chains, will or may reasonably be anticipated to cause death, disease, behavioral abnormalities, cancer, genetic mutation, physiological malfunctions, including malfunctions in reproduction, or physical deformations, in organisms or their offspring; "contaminant" does not include petroleum, including crude oil or any fraction of crude oil, which is not otherwise specifically listed or designated as a hazardous substance under subparagraphs (A) through (F) of paragraph (14) of CERCLA, Section 101, 42 U.S.C. Section 9601, et seq. and does not include natural gas, liquefied natural gas, or synthetic gas of pipeline quality or mixtures of natural gas and such synthetic gas.
- I. "Property" shall mean the 2.75 acres identified on Tax Map 207-00-01-210 of the Site that is subject to ownership, prospective ownership, or possessory or contractual interest of a Responsible Party or a Non-

Responsible Party.

- J. "Response Action" shall mean any assessment, cleanup, inspection, or closure of a site as necessary to remedy actual or potential damage to public health, public welfare, or the environment.
- K. "Responsible Party" shall mean:
 - a. The owner and operator of a vessel, as defined in CERCLA Section 101 (28), or a facility;
 - b. Any person who, at the time of disposal of any hazardous substance, owned or operated any facility at which such hazardous substances were disposed of;
 - c. Any person who, by contract, settlement, or otherwise, arranged for disposal or treatment or arranged with a transporter for transport for disposal or treatment of hazardous substances owned or possessed by such person, by any other party or entity, at any facility or incineration vessel owned or operated by such a party or entity and containing such hazardous substances; and/or
 - d. Any person who accepts or accepted any hazardous substances for transport to disposal or treatment facilities, incineration vessels, as defined in CERCLA Section 101 (38), or sites selected by such person from which there is a release, or a threatened release that causes the incurrence of response costs, of a hazardous substance.
- L. "The Site" shall mean the facility located at 2313 Blue Ridge Boulevard, Seneca, South Carolina, and all areas where a contaminant has been released, deposited, stored, disposed of, placed, or otherwise comes to be located; "Site" does not include any consumer product in consumer use or any vessel, as defined in

CERCLA Section 101 (28).

- M. "Voluntary Cleanup" shall mean a response action taken under and in compliance with the Brownfields/Voluntary Cleanup Program, S.C. Code Ann. § 44-56-710, et seq. (2002).
- N. "Work Plan" shall mean the plan for additional response actions to be conducted at the Property as described in Paragraph 5 of this Contract.

2. Based on the information known by and/or provided to the Department, the following findings are asserted for purposes of this Contract:

- A. The ownership history of the property is as follows:

<u>Owner</u>	<u>Dates of Ownership</u>
Superior Machine Company, Inc.	2003 - present
Thrift Brothers	1973 - 2003
G.G. Watson	1958 - 1973
Anina Jameson	unknown - 1958

- B. Aerial photographs indicate that the property was wooded and undeveloped until some time in the mid-1980's when the Property was developed with a structure approximately half of the size of the existing structure. The existing building was built in approximately 1985. Under Thrift Brothers ownership, the property has either been leased by or operated by the following three companies: From 1985 to 1994, Schlumberger leased the building for metal stamping of stainless steel, brass, aluminum, copper, and steel for electric utility meters for residential and commercial uses; in 1994, HIS Stamping began leasing the Property for metal stamping operations; and in 1999, American Engineered Components (AEC) Seneca took over operations at the Property as a tenant, when they began their stamping operations. The current owner, Superior Machine

Company, Inc., began die cast operations at the facility in October 2004, and discontinued operations in June 2005. The property is currently vacant.

- C. During site operations, the facility generated hazardous and solid wastes, including spent trichloroethylene (TCE), TCE still bottoms, EDM canisters, spent oil, oil sorbents, spent fluorescent tubes, scrap metal and grinding fines, and dust. The spent TCE was stored in an above ground storage tank (AST) located in a secondary containment structure underneath a canopy southwest of the building. The TCE was at one time, processed through a mobile still by onsite recovery. The recycled TCE was then transferred to another AST located in the same containment. Still bottoms were placed into storage drums and disposed of as hazardous waste. EDM canisters and used oil were collected and recycled off-site.
- D. Based on a December 22, 1993, notification under the name of G&M Tool of Pickens, Inc, the facility was designated as a large quantity generator of hazardous waste. The Department conducted an inspection of the facility on August 29, 1997, and September 4, 1997. At this time the company had changed its name from G & M Tool of Pickens, Inc, to H.I.S. Stamping, Inc. This inspection resulted in a February 2, 1999, Consent Order 99-07-HW, SW, 99-03-SW, HW with H.I.S. Stamping, the facility operator at that time, for numerous violations of the South Carolina Hazardous Waste Management Regulations, 25 S. C. Code Ann. Regs. 61-79. These violations included exceeding regulatory timeframes for onsite storage of hazardous waste (spent TCE), numerous hazardous waste labeling, reporting, and record keeping requirements, and two unpermitted discharges. In correspondence dated May 6, 1999, H.I.S. Stamping representatives reported to the Department that the requirements of the Consent Order had been met. However, on October 2, 2000, the

Department notified AEC Seneca, the operator of the facility at that time, of numerous deficiencies of the South Carolina Hazardous Waste Management Regulations based on a July 27, 2000, inspection of the facility. These deficiencies included failure to comply with hazardous waste labeling, reporting, and record keeping requirements as well as failure to comply with air emission requirements.

- E. In December 1997, a Limited Phase II Assessment was completed. Attempts were made during this Phase II to install five groundwater monitoring wells at the site. However, bedrock was encountered before reaching groundwater at four of the boring locations, and only one monitoring well was successfully installed. Soil and groundwater samples were submitted for analysis for RCRA metals by the Toxic Characteristic Leaching Procedure and for volatile organic compounds (VOCs). Contaminants were not detected in any of the soil or groundwater samples.
- F. A Phase I Environmental Site Assessment and a Limited Phase II Assessment was conducted in April 2002. Four soil borings were installed via direct-push technology. Borings were placed at the northwest corner of the building, the southwest corner of the building (adjacent to TCE ASTs), near the scrap metal bins, and adjacent to the used oil AST located on the south side of the building. Samples were analyzed for VOCs. TCE and DCE were detected in soils in the vicinity of the former TCE aboveground storage tanks and in the vicinity of the former TCE degreaser unit.
- G. Blue Ridge intends to use the Property for the assembly, storage, and sale of marine products.

3. The terms and conditions of this Contract apply to and shall inure to the benefit of each signatory and its Non-Responsible Party lenders, parents, subsidiaries, successors and assigns, and upon any successor agency of the State of South Carolina that may have

responsibility for and jurisdiction over the subject matter of this Contract.

4. Blue Ridge is a South Carolina limited liability corporation with its principal place of business located at 104 Shoreline Drive, Seneca, South Carolina 29672. Blue Ridge is a Non-Responsible Party at the Site; it is not a parent, successor, or subsidiary of a Responsible Party at the Site; and it certifies that it is eligible to be a Bona Fide Prospective Purchaser for the Property. Blue Ridge has had no previous involvement with the Site, including but not limited to any such activities that may have resulted in any Existing Contamination at the Site.

5. Blue Ridge agrees to submit to the Department for review and written approval within thirty (30) days of the execution date of this Contract a Work Plan for the Property that is consistent with the technical intent of the National Contingency Plan. The Work Plan and all associated reports shall be prepared in accordance with industry standards and endorsed by a Professional Engineer (P.E.) and/or Professional Geologist (P.G.) duly-licensed in South Carolina and shall set forth methods and schedules for accomplishing the following tasks:

- A. Prior to conducting site assessment activities, all drums, tanks, and other containers and other items that are potential sources of hazardous substances present on the Property shall be characterized and removed from the Property for proper use or disposal in accordance with applicable regulations. Records documenting characterization and disposal of these items shall be provided to the Department within 30 days of removal. Should any release of hazardous substances occur or be identified during removal of these items, Blue Ridge shall immediately notify the Department and shall assess the impact of the release in accordance with a Department approved plan.

- B.** Blue Ridge shall assess surface soil (0-1 feet below ground surface) and subsurface soil (greater than two feet below ground surface) to characterize the nature and extent of any release of hazardous substances to soil on the Property. Soil samples shall be collected from potential contaminant source areas (as outlined below) to determine the presence/absence of a release. Additional samples may be required to characterize the extent of a release. Soil sample locations shall be proposed in the Work Plan based on site history and current conditions regarding potential contaminant sources. Analytical parameters shall be proposed in the Work Plan based on the former activities at or near each location and as specified below. Soil samples shall be proposed at appropriate depths to detect contaminant releases in the immediate vicinity of potential contaminant sources including:
- a. Drainage pipe that discharges from adjacent property: Soil beneath the drainage pipe shall be sampled and analyzed for TCL volatile organic compounds and semi-volatile organic compounds and TAL metals.
 - b. Former metal scrap storage and Aboveground Storage Tanks area: Soil samples from approximately five locations shall be collected around the perimeter of the concrete pad where the metal scrap bins and aboveground tanks were formerly located. Any areas with soil staining or other visual impacts shall be targeted for sampling. Samples shall be analyzed for TCL volatile organic compounds and semi-volatile organic compounds and TAL metals.
- C.** Soil quality results shall be compared to the EPA Region IX Preliminary Remediation Goals (PRGs) for residential and industrial exposure and EPA Region IX Soil Screening Levels for Contaminant

Migration to Groundwater (SSLs).

- D. Blue Ridge shall assess groundwater quality and flow direction across the Property to determine the lateral and vertical extent of any hazardous substances present in groundwater on the Property. Assessment shall include installation and sampling of approximately three monitoring wells. Based on the results of initial assessment, additional monitoring wells may be required to determine the extent of contamination. The Work Plan shall propose specific locations and construction details of monitoring wells designed to detect any release of hazardous substances based on site history and present conditions regarding potential contaminant sources. Analytical parameters shall be proposed in the Work Plan based on the former activities at or near each location and as specified below. At a minimum, groundwater quality shall be assessed downgradient of each of the following identified potential contaminant source areas:
- a. Former Aboveground TCE product and TCE waste tanks: One monitoring well shall be installed downgradient of the concrete apron where former tanks were located. Groundwater collected from these wells shall be analyzed for TCL volatile organic compounds, semi-volatile organic compounds and TAL metals.
 - b. TCE Degreaser Unit: One monitoring well shall be installed downgradient of this former unit. Groundwater from this well shall be analyzed for TCL volatile organic compounds and semivolatile organic compounds and TAL metals.
 - c. Upgradient location: One monitoring well shall be installed at an apparent upgradient location to assess any impacts from potential upgradient sources. If previously installed upgradient monitoring well MW-2 (installed during the December 1997,

Limited Phase II Assessment) still exists in good condition, this well may be used rather than installing an additional monitoring well. Groundwater from this monitoring well shall be analyzed for TCL volatile organic compounds, semi-volatile organic compounds and TAL metals.

- E. Groundwater quality results shall be compared to standards set forth in the South Carolina State Primary Drinking Water Regulations, R.61-58 or if not specified in R.61-58, to the EPA Region IX Preliminary Remediation Goals for Tap Water.
- F. Should the results of assessment activities indicate that hazardous substances exist in soil on the Property in excess of risk-based standards for residential use and/or in excess of appropriate standards for contaminant migration to groundwater, Blue Ridge agrees to take reasonable steps, approved by the Department, to address the soil contamination in a manner that is protective of human health and the environment and appropriate for the intended future use of the property.
- G. Should the results of assessment activities indicate the presence of a Non-Aqueous Phase Liquids (NAPL) on the Property, Blue Ridge agrees to take reasonable steps, approved by the Department, to address this continuing source of groundwater contamination. Please note that solvent concentrations at 1% of their solubility limit may indicate the presence of NAPL.
- H. Based on the results of groundwater assessment, implementation of a Department approved groundwater monitoring program may be required. If a groundwater monitoring program is not required and

there are no further needs for any installed permanent groundwater monitoring wells, Blue Ridge shall abandon the monitoring wells in accordance with R.61-71 of the South Carolina Well Standards and Regulations, dated April 26, 2002.

- I. Should groundwater quality results indicate a potential concern for vapor intrusion of contaminants, Blue Ridge shall measure soil gas on the property to evaluate potential impacts to indoor air for the proposed property development. The soil gas samples shall be collected and analyzed for site related constituents by appropriate methods capable of detecting soil gas concentrations at screening levels indicative of a 10^{-6} risk for shallow soil gas samples (attenuation factor of 0.1) as identified in Table 2 of EPA Office of Solid Waste & Emergency Response(OSWER) Draft Guidance for Evaluating the Vapor Intrusion to Indoor Air Pathway from Groundwater and Soils (Subsurface Vapor Intrusion Guidance), <http://www.epa.gov/correctiveaction/eis/vapor.htm>.
- J. Should the Department determine that soil gas concentrations exceed risk based screening levels identified based on EPA OSWER Draft Guidance for Evaluating the Vapor Intrusion to Indoor Air Pathway from Groundwater and Soils (Subsurface Vapor Intrusion Guidance), <http://www.epa.gov/correctiveaction/eis/vapor.htm>, Blue Ridge shall take reasonable steps to ensure acceptable indoor air quality for residential use (or other intended use) in accordance with a Department approved plan.

The Work Plan shall include the names, addresses, and telephone numbers of the consulting firm, the South Carolina certified analytical laboratory, and Blue Ridge's contact person for matters relating to this Contract. Blue Ridge will notify the Department in writing

of changes in the contractor or laboratory. The Department will review the Work Plan and will notify Blue Ridge in writing of any deficiencies in the Work Plan, and Blue Ridge shall respond in writing within thirty (30) days to the Department's comments.

6. Attached to the Work Plan but under separate cover shall also be a Health and Safety Plan that is consistent with Occupational Safety and Health Administration regulations.

7. Within thirty (30) number of days of Work Plan approval and once a month thereafter until the Certificate of Completion is issued, Blue Ridge shall submit to the Department's project manager a written progress report that must include the following: (a) actions taken under this Contract during the previous reporting period; (b) actions scheduled to be taken in the next reporting period; (c) sampling, test results, and any other data, in summary form, generated during the previous reporting period, whether generated pursuant to this Contract or not; and (d) a description of any environmental problems experienced during the previous reporting period and the actions taken to resolve them.

8. As provided for by S.C. Code Ann. § 44-56-200 and S.C. Code Ann. § 44-56-750 (D) (2005), Blue Ridge shall, on a quarterly basis, reimburse the Department for oversight costs of activities required under this Contract. Oversight costs include but are not limited to the direct and indirect costs of negotiating the terms of this Contract, reviewing Work Plans and reports, supervising corresponding work, and public participation. Payments will be due within thirty (30) days of receipt of the Department's invoice.

9. Two (2) years after the execution date of this Contract, Blue Ridge shall provide the Department with the following information concerning the new operation at the Property: the number of jobs created; the amount of increase to the tax base; the amount of soil removed or remediated, if necessary; cost of all environmental work; total investment in the site; and any other information that demonstrates that the activities performed pursuant to this Contract have been beneficial to the State, the community, and the Department.

10. Subject to the provisions of Paragraph 18 of this Contract, nothing in this Contract is intended to be, or shall be construed as, a release or covenant not to sue for any claim or cause of action, administrative or judicial, civil or criminal, past or future, in law or equity, that the Department may have against any person, firm, corporation, potentially responsible party, or other entity not a signatory of this Contract.

11. Nothing in this Contract is intended to limit the right of the Department to undertake future response actions at the Site or to seek to compel parties other than Blue Ridge to perform or pay for response actions at the Site. Nothing in this Contract shall in any way restrict or limit the nature or scope of response actions that may be taken or be required by the Department in exercising its authority under State and Federal law. Blue Ridge acknowledges that it is acquiring property where response actions may be required.

12. Upon written notification to the Department, the rights and obligations of this Contract shall also inure to a new purchaser, lessee, parent, subsidiary, or successor, but only to the extent that the new purchaser, lessee, parent, subsidiary, or successor has never been a Responsible Party at the Site.

13. The Department, its authorized officers, employees, representatives, and all other persons performing response actions will not be denied access to the Property during normal business hours or at any time work under this Contract is being performed or during any environmental emergency or imminent threat situation, as determined by the Department (or as allowed by applicable law). Blue Ridge shall ensure that a copy of this Contract is provided to any current lessee or sublessee on the Property as of the execution date of this Contract. Blue Ridge shall also ensure that any subsequent leases, subleases, assignments or transfers of the Property occurring during Blue Ridge's ownership of the Property are consistent with this Paragraph.

14. Blue Ridge shall preserve all drums, bottles, labels, business and operating records,

contracts, Site studies, investigations, and other physical or written materials relating to the Site that may provide environmental information, evidence of a Potentially Responsible Party's involvement at the Site, or may lead to the discovery of other areas of contamination at the Site. Prior to destruction of any such items, Blue Ridge shall notify the Department of their location and provide the Department with an opportunity to inspect any materials or copy any documents at the Department's expense.

15. Blue Ridge shall inform the Department at least five (5) working days in advance of all field activities pursuant to this Contract and shall allow the Department and its authorized representatives, if so desired, to take duplicates of any samples collected by Blue Ridge pursuant to this Contract.

16. The Department and Blue Ridge recognize that public participation is an important component of the Voluntary Cleanup Contract in order to further public acceptance of the project. The Department and Blue Ridge will undertake necessary steps to foster opportunities for the public to be aware of the project. Specific functions of each signatory party to the Contract are as follows:

- A. The Department will seek public comment in accordance with S.C. Code Ann. § 44-56-750 (2005) as outlined below:
 - a. Upon signature of this Contract by Blue Ridge, the Department will provide notice for public participation by placing announcements describing the proposed Contract in newspaper(s) of general circulation within the affected community. A thirty-day period following the publication date of the announcement(s) will be provided for public comment and will precede the Department's scheduled date for execution of the Contract.
 - b. The Department may publicize the proposed Contract by any other means including, but not limited to, electronic mail, news releases, community flyers, and door-to-door canvassing. Such actions may be

done solely at the Department's discretion.

- c. A public informational meeting will be held if requested by twelve residents of South Carolina or an organization representing twelve or more residents of South Carolina. At the Department's discretion, public informational meetings may be held in the nearby communities for any other reason prior to the Department executing the contract. A public meeting may be requested at any time during the thirty-day comment period. In the event that a public meeting is deemed necessary, the Department will provide approximately two weeks advance notice of the meeting to the public and will extend the public comment period at least through the end of the day following the public meeting. The Department will not execute the contract during any public comment period. In addition, the Department may, at its discretion, conduct public meetings to inform the community about the site at any time after the contract is executed until the certificate of completion is issued.

B. Blue Ridge agrees to enhance the public knowledge of the site response activities by:

- a. Erecting a sign(s) at each entrance onto the reference property from any public road, thoroughfare, navigable waterway, or other location routinely accessible by the public. The sign(s) shall be erected not later than one day after publication of any public announcement about the site placed by the Department in any newspaper of general circulation in the community.
- b. The sign will state "Voluntary Cleanup Project by Blue Ridge Blvd., LLC under Voluntary Cleanup Contract (VCC number) with the South Carolina Department of Health and Environmental Control." The sign shall provide a brief description of the scope of activities under the NRP contract and contact information for a representative of Blue Ridge and the Department's toll free telephone number 866-. All

required lettering on the sign must be of sufficient size to be legible with un-aided normal eyesight from the point where the public will normally pass by the site without intruding onto the subject property.

- c. Within 10 days after erecting the sign, Blue Ridge shall furnish to the Department photographs of the sign along with a site location drawing showing the sign location(s). Photograph(s) of the sign(s) shall be taken from no closer than the edge of the publicly-accessible road, waterway, etc. and should include an appropriately sized scale reference so that Department may determine the size of the sign and effectiveness of the lettering. Blue Ridge agrees to revise the sign if the Department determines the sign is not legible.
- d. Blue Ridge must maintain the sign(s) in legible conditions and visible locations throughout the duration of the contract period until a certificate of completion is issued on the site.
- e. In the event that any sign must be removed to accommodate building or grading activities, Blue Ridge shall replace the sign within two days. If the sign cannot be restored to the original location, Blue Ridge may relocate it to another location meeting the conditions specified above.

- C. All costs incurred by the Department for public participation [e.g., public notice(s), building and equipment rental(s) for public meetings, etc.] will be paid by Blue Ridge.

17. The Department and Blue Ridge agree that the following are entitled to protection from contribution claims as provided by CERCLA § 113(f)(2), 42 U.S.C. §§ 9613(f)(2); S.C. Code Ann. § 44-56-200 and S.C. Code Ann. § 44-56-750 (2005): Blue Ridge, its Non-Responsible Party lenders, parents, subsidiaries, successors, and assigns. A thirty (30) day comment period for contribution protection commences upon notice of this Contract to Responsible Parties at the Site as identified by the Department through a reasonable search effort.

18. The Department and Blue Ridge agree that the following are entitled to protection from third-party claims for equitable relief or damages relating to "existing contamination" at the Site, as provided by S.C. Code Ann. § 44-56-750 (2005): Blue Ridge, its Non-Responsible Party lenders, signatories, parents, subsidiaries and successors. This limitation on liability does not apply to any contamination caused by Blue Ridge or its lenders, signatories, parents, subsidiaries, or successors. Furthermore, this limitation of liability is effective on the date this contract is executed by the Department, but will be automatically withdrawn if this contract is lawfully terminated by either party.

19. Upon successful completion of the terms of this Contract as referenced in Paragraph 5 above, Blue Ridge shall submit to the Department a written notice of completion. Once the Department acknowledges satisfactory completion of the Contract terms, the Department, under its authority to enforce CERCLA, 42 U.S.C. §§ 9601, et seq., pursuant to the HWMA, S.C. Code Ann. § 44-56-200, will give Blue Ridge a Certificate of Completion that provides a covenant not to sue Blue Ridge, its Non-Responsible Party lenders, parents, subsidiaries, successors, and assigns for Existing Contamination, except for releases and consequences that Blue Ridge causes. In consideration of this liability protection from the Department, Blue Ridge agrees not to assert any claims or causes of action against the Department arising out of activities undertaken at the Site or to seek other costs, damages, or attorney's fees from the Department arising out of activities undertaken at the Site, except for those claims or causes of action resulting from the Department's intentional or grossly negligent acts or omissions.

20. If hazardous substances in excess of residential standards exist at the Property after Blue Ridge has completed the actions required under this Contract, land use restrictions shall be defined in the Certificate of Completion and the Department shall enter into a restrictive covenant with Blue Ridge. Upon the Department's approval of the items outlined therein, the restrictive covenant shall be signed by the Department and representatives of Blue Ridge and witnessed, signed, and sealed by a notary public. Blue Ridge shall file this

restrictive covenant with the Register of Mesne Conveyance or Deeds in Oconee County. The signed covenant shall be incorporated into this contract as an Appendix. With the approval of the Department, the restrictive covenant may be modified in the future if: (a) additional remedial activities are carried out which meet appropriate clean up standards at that time; (b) a significant change in law requiring remediation occurs; or (c) circumstances change such that the restrictive covenant would no longer be applicable.

21. Blue Ridge specifically denies any responsibility for response costs or damages resulting from Existing Contamination and does not, by signing this Contract, waive any rights that it may have to assert any claims in law or equity against any other person, company, or entity with respect to the Site. However, Blue Ridge is responsible and liable for any and all contamination it causes or contributes to the Site. Should environmental contamination neither previously-identified nor identified during the performance of response actions required under this Contract be discovered at the Site after the execution date of the Certificate of Completion, the burden is on Blue Ridge to demonstrate to the Department's satisfaction that the contamination was not caused by Blue Ridge.

22. Blue Ridge and the Department each reserve the right to unilaterally terminate this Contract. Termination may be accomplished by giving a thirty (30) day advance written notice of the election to terminate this Contract to the other party. Should Blue Ridge elect to terminate, it must submit to the Department all data generated pursuant to this Contract, and certify to the Department's satisfaction that no environmental or physical hazards exist at the Site as a result of Blue Ridge's actions. The Department may terminate this Contract only for cause, which may include but is not limited to the following: (a) events or circumstances at the Property that are inconsistent with the terms and conditions of this Contract; (b) failure to complete the terms of this Contract; or (c) additional contamination of the Site caused by Blue Ridge.

23. If Blue Ridge provides the Department with false or incomplete information, or if Blue Ridge's business activities on the Property or use of the Property change such that they are

inconsistent with the terms and conditions of this Contract, then the releases/contribution protection extended to Blue Ridge, its Non-Responsible Party lenders, parents, subsidiaries, successors, and assigns, shall become null and void.

24. Blue Ridge acknowledges that the Department will not grant or will revoke liability protection if Blue Ridge acquires the Contract or a Certificate of Completion by fraud, misrepresentation, knowing failure to disclose material information, or failure to satisfactorily complete the approved Work Plan or terms of this Contract.

25. All correspondence which may or are required or permitted to be given by either party to the other hereunder shall be in writing and deemed sufficiently given if delivered by (i) regular U.S. mail, (ii) certified or registered mail, postage prepaid, return receipt requested, (iii) by nationally recognized overnight delivery service company or (iv) by telephone facsimile addressed to the other party at the address shown below or at such place or to such agent as the parties may from time to time designate in writing.

The Department (including four (4) copies of all work plans and reports):

Angela Gorman
Bureau of Land and Waste Management
2600 Bull Street
Columbia, South Carolina 29201

Dave Kroeger
2313 Blue Ridge Blvd., LLC
879 ByPass 123
Seneca, South Carolina 29678

Any notice given hereunder shall be deemed delivered when, if sent by mail, the return receipt is signed or refusal to accept the notice is noted thereon or, if sent by recognized overnight courier when the notice is actually delivered or refused as reflected in the courier company's delivery records or if sent via facsimile upon receipt of confirmation by the sender that the facsimile has been received.

**THE SOUTH CAROLINA DEPARTMENT OF HEALTH AND ENVIRONMENTAL
CONTROL**

BY: _____
Robert W. King, Jr., P.E.
Deputy Commissioner
Environmental Quality Control

DATE: _____
Columbia, South Carolina

Patrick T. (Pat) Walker, Chief
Bureau of Land and Waste Management

DATE: _____

Office of General Counsel

DATE: _____

BLUE RIDGE BLVD., LLC

Signature

DATE: _____

Printed Name and Title

APPENDIX A